东方证券
DFZQ

(A joint stock company incorporated in the People's Republic of China with limited liability under the Chinese corporate name "东方证券股份有限公司" and carrying on business in Hong Kong as "東方證券" (in Chinese) and "DFZQ" (in English))

(Stock Code: 03958)

ANNOUNCEMENT ON EXPECTED INCREASE IN ANNUAL RESULTS FOR THE YEAR OF 2021

This announcement is made by 東方證券股份有限公司 (the "**Company**") pursuant to the Inside Information Provisions (as defined under the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited) (the "**Listing Rules**") under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and Rule 13.09(2) of the Listing Rules.

I. EXPECTED RESULTS FOR THIS PERIOD

(I) Period Covered by the Expected Results

From January 1, 2021 to December 31, 2021.

(II) Expected Results

1. Based on preliminary assessment by the financial department of the Company, it is expected that the net profit attributable to shareholders of the listed company for the year of 2021 will be RMB5.038 billion to RMB5.582 billion, which will be increased by RMB2.315 billion to RMB2.859 billion, representing an increase of 85% to 105% compared with the corresponding period of previous year.

2. It is expected that the net profit after non-recurring profit or loss attributable to shareholders of the listed company will be RMB4.977 billion to RMB5.521 billion, which will be increased by RMB2.315 billion to RMB2.859 billion, representing an increase of 87% to 107% compared with the corresponding period of previous year.

II. RESULTS FOR THE CORRESPONDING PERIOD OF PREVIOUS YEAR

(I) The net profit attributable to shareholders of the listed company was RMB2.723 billion. The net profit after non-recurring profit or loss attributable to shareholders of the listed company was RMB2.662 billion.

(II) Earnings per share were RMB0.38.

III. MAJOR REASONS FOR THE EXPECTED INCREASE IN RESULTS FOR THE PERIOD

In 2021, the capital market saw active trading and investment activities. The Company actively seized market opportunities and delivered stable and improving business performance with significant increase in operating results. During the reporting period, the main reasons for the Company's performance changes were the year-on-year increase in net business fee income from asset management, brokerage, investment banking and other businesses, investment income of associates, and the year-on-year decrease in credit impairment provision.

IV. RISK ALERTS

The expected results of the Company have not been audited by the accounting firm, and the accounting firm has not issued special explanation on whether the content in the expected results of the Company is appropriate and prudent. The Company is not aware of any substantial uncertainties which may affect the accuracy of the expected results.

V. OTHER EXPLANATORY MATTERS

The data set out above is based on the Company's preliminary assessment. The specific and accurate financial data should be subject to the audited 2021 annual report to be officially disclosed by the Company. Investors are advised to pay attention to the investment risks.

By order of the Board of Directors
JIN Wenzhong
Chairman

Shanghai, PRC
January 24, 2022

As at the date of this announcement, the Board of Directors comprises Mr. SONG Xuefeng and Mr. JIN Wenzhong as executive Directors; Mr. YU Xuechun, Mr. LIU Wei, Mr. ZHOU Donghui, Mr. CHENG Feng, Mr. REN Zhixiang and Ms. ZHU Jing as non-executive Directors; and Mr. XU Zhiming, Mr. JIN Qinglu, Mr. WU Hong, Mr. FENG Xingdong and Mr. LUO Xinyu as independent non-executive Directors.